PSX/N-882 **July 14, 2026**

TO ALL CONCERNED

ISSUANCE OF RISK WARNING ALERT ("RWA") AGAINST PAKISTAN ENGINEERING COMPANY LIMITED

This is further to PSX Notice No. PSX/N-427 dated April 15, 2026, whereby addition of non-compliance of PSX Regulation 5.11.1.(d) against Pakistan Engineering Company Limited ("PECO") was notified for information of all concerned due to its failure to pay the penalties imposed by PSX, and subsequent PSX Notices No. PSX/N-743 dated June 18, 2026, PSX/N-788 dated June 29, 2026 and PSX/N-847 dated July 07, 2026 regarding compliance deadline.

In this regard, it is hereby informed that PECO has failed to pay the outstanding dues of PSX hence, failed to rectify the non-compliance of PSX Regulation 5.11.1.(d), within the stipulated time.

In view thereof and as required under clause 5.11.3.(d) of the PSX Regulations, a **Risk Warning Alert ("RWA")** is being issued against the company effective from **July 15, 2026**. As defined under clause 5.1.1.(j) of the PSX Regulations, RWA shall mean the following:

> *5.1.1.*
> *(j) Risk Warning Alert shall mean an alert flagged with companies placed in the Non-Compliant Segment or the Winding-Up Segment, which are in continuous violation as specified in Clause 5.11.1 and 5.11.2 respectively, carry risk of suspension of trading or being delisted from the Exchange and may be subject to such terms and conditions as specified by the Exchange;*

Further, as required under clause 5.11.3.(d) of the PSX Regulations, PECO is hereby provided with 90 days' time i.e. up to **October 12, 2026** to rectify its non-compliance of PSX Regulation 5.11.1.(d) by payment of outstanding dues. In case of failure of which, PSX will initiate action under PSX regulation 5.11.3.(e) including issuance of compulsory buy-back direction to the sponsors / majority shareholders of the companies.

It may also be noted that in case the PECO rectifies the non-compliance of PSX Regulation 5.11.1.(d) within the stipulated time; it shall remain quoted on the Non-Compliant Segment on non-compliance of PSX Regulation 5.11.1.(g), until rectification of all non-compliances.

All concerned are advised to note the above.

Atif Islam Siddiqui
AGM | Unit Head, Listed Companies Compliance
Regulatory Affairs Division

Cc:

1. *The Executive Director (SMD) - SECP*
2. *The Director (PRDD, SMD) - SECP*
3. *The Executive Director (SD) - SECP*
4. *The Director (LCD-SD) - SECP*
5. *The Chief Executive Officer - PSX*
6. *The Chief Regulatory Officer - PSX*
7. *All Departmental Heads - PSX*
8. *Company concerned*
9. *Company Concerned Registration Offices*
10. *Registrar of Company*
11. *The Central Depository Company of Pakistan Limited*
12. *The National Clearing Company of Pakistan Limited*
13. *The President & Chief Executive Officer, PICG*
14. *PSX Website*
15. *State Bank of Pakistan*
16. *Pakistan Banks' Association*
17. *Institute of Chartered Accountants of Pakistan*
18. *Auditor of the Company Concerned*